



**Suburban
Water Systems**

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VIA EMAIL

August 24, 2023

James Boothe
Water Division
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102

Dear Mr. Boothe:

Pursuant to Division of Water and Audit's letters dated April 15, 2014, and June 16, 2014, Suburban Water Systems ("Suburban") hereby submits its Semi-Annual Report on Balances in Utility Balancing Accounts and Reserve Accounts, in addition to the response to the data request as detailed in Attachment A.

Sincerely,

/s/ Kiki Carlson

Kiki Carlson
Regulatory Affairs Manager

cc: Matt Baker, Director of Public Advocates Office
Terence Shia, Director of Water Division
Chris Ungson, Public Advocates Office's Deputy Director for Communications and Water
Bruce DeBerry, Program Manager – Water Division

Attachment A
Suburban Water Systems
Balancing Account and Reserve Account Balances
As of June 30, 2023

Below are the balances in Suburban’s Purchased Power, Purchased Water and Pumped Water Balancing Accounts excluding interest:

TABLE 1

| No. | Commission – authorized | Outstanding Over/(Under) Collection Balance as of June 30, 2023 | |
|-----|------------------------------|---|---------------------------------------|
| | | San Jose Hills (SJH) Service Area | Whittier/La Mirada (WLM) Service Area |
| 1. | D.19-05-029, related to WRAM | \$183,724 | \$69,884 |
| 2. | AL 364-W | (\$4,083,997); Recycled water (\$93,145) | (\$3,980,301) |
| 3. | AL 375-W | (\$698,606); Recycled water (\$14,989) | (\$347,487) |

The estimated balances in Suburban’s Purchased Power, Purchased Water and Pumped Water Reserve Accounts excluding interest are as follows:

TABLE 2

| No. | Description | Reserve Account Balances as of June 30, 2023 | |
|-----|---|--|------------------|
| | | SJH Service Area | WLM Service Area |
| 1. | Estimated accrual (Jul. '22 – Jun. '23) | (\$2,209,201); Recycled water (\$41,727) | (\$1,861,536) |
| 2. | Estimated WRAM (Jan.'21 – Jun. '23) | (\$749,316) | (\$380,923) |

The total company reserve account balance as of June 30, 2023, pursuant to D.19-05-029 is as follows:

- Employee Healthcare \$351,413

The total company reserve account balance as of June 30, 2023, pursuant to D.21-10-024 is as follows:

- Conservation Expense One-Way for period 2021 – 2023 \$109,205

The following are the authorized revenue requirements based on D.21-10-024 for the respective ratemaking area(s) for Test Year 2022:

TABLE 3

| SJH Service Area | WLM Service Area |
|----------------------------|------------------|
| \$57,033,342 | \$40,157,804 |
| Recycled water \$1,082,194 | |

Below is the additional information pursuant to Public Utilities Code Section 792.5(e) 1-4 (The Commission shall adopt balancing account review procedures that prioritize the review of the following balancing accounts):

- (1) Balancing accounts with a quarter-end balance with more than a 10-percent differential from the balancing account's authorized revenue amount.

Response:

None

- (2) Balancing accounts with an authorized revenue amount that is in the top 25th percentile of all balancing accounts.

Response:

- AL 364-W for service areas in SJH = (\$4,083,997) and WLM = (\$3,980,301).
- Future filing for purchased power, purchased water and pumped water in SJH (-\$2,209,201), and WLM service areas (-\$1,861,536).

- (3) Balancing accounts that have experienced volatile fluctuations in their quarterly balances over time.

Response:

- Future filing for purchased power, purchased water and pumped water in SJH and WLM service areas, and recycled water.
- Future filing for WRAM in SJH and WLM service areas.
- AL 375-W for SJH and WLM service areas, and recycled water.
- 2021 – 2023 Conservation Expense One-Way.

- (4) Balancing accounts that have not been reviewed in the previous three years.

Response:

The reserve accounts provided in Table 2 above.